



DUKE ENERGY CAROLINAS  
526 South Church St.  
Charlotte, NC 28202

Mailing Address:  
EC03T / PO Box 1006  
Charlotte, NC 28201-1006

CATHERINE E. HEIGEL  
Assistant General Counsel  
704.382.8123 OFFICE  
704.382.5690 FAX  
ceheigel@duke-energy.com

May 8, 2007

Mr. Charles L. A. Terreni  
Chief Clerk/Administrator  
The Public Service Commission of South Carolina  
P. O. Drawer 11649  
Columbia, South Carolina 29211

RE: Petition of the Office of Regulatory Staff to Establish Dockets to Consider Implementing the Requirements of Section 1251 (Net Metering and Additional Standards) of the Energy Policy Act of 2005  
PSC Docket No. 2005-385-E

Dear Mr. Terreni:

Duke Energy Carolinas, LLC ("Duke Energy Carolinas" or the "Company") wishes to inform the Public Service Commission of South Carolina (the "Commission") of its support of *Progress Energy Carolinas, Inc.'s Motion for Prehearing Conference and Response to the Motion of Pamela Greenlaw* filed on May 4, 2007 (the "PEC Motion and Response"). As stated in the PEC Motion and Response, the Commission has provided sufficient time and opportunity for interested parties to file comments and/or intervene and file testimony on issues relating to net metering, including the appropriate net metering model to be adopted. For this reason, the Company respectfully requests that the Commission deny Ms. Greenlaw's motion to bifurcate the proceeding.

Duke Energy Carolinas also asks that the Commission grant PEC's request for a prehearing conference to simplify and stipulate issues in this proceeding. The Company welcomes the participation of private citizens in this docket and believes that a prehearing conference to (i) stipulate uncontested issues, and (ii) establish a format for the presentation of public comments and testimony will benefit all parties involved by ensuring a more effective and efficient hearing.

PLEASE NOTE THAT THIS DOCUMENT IS AN EXACT DUPLICATE, WITH THE EXCEPTION OF THE FORM OF THE SIGNATURE, OF THE E-FILED COPY SUBMITTED TO THE COMMISSION IN ACCORDANCE WITH ITS ELECTRONIC FILING INSTRUCTIONS.

By copy of this letter, we are also notifying all other parties of record of Duke Energy Carolinas' support of PEC's Motion and Response.

Please do not hesitate to contact me if you have any questions.

Sincerely,

A handwritten signature in black ink, reading "Catherine E. Heigel". The signature is written in a cursive style with a large, looped "C" and a stylized "H".

Catherine E. Heigel

cc: Parties of Record